

COMMISSION DIRECTIVE

ADMINISTRATIVE MATTERS	<input type="checkbox"/>	DATE	<u>June 26, 2008</u>
MOTOR CARRIER MATTERS	<input type="checkbox"/>	DOCKET NO.	<u>2008-1-E</u>
UTILITIES MATTERS	<input checked="" type="checkbox"/>		

SUBJECT:

DOCKET NO. 2008-1-E – Annual Review of Base Rates for Fuel Costs of Carolina Power and Light Company d/b/a Progress Energy Carolinas, Incorporated – Discuss this Matter with the Commission.

COMMISSION ACTION:

Move that the Commission do the following with respect to the Annual Review of Base Rates for Fuel Costs for Progress Energy Carolinas, Inc. (PEC):

1. Find that the fuel purchasing practices, plant operations, and fuel inventory management of PEC are prudent;
2. Accept and approve the Settlement Agreement as reasonable and in the public interest;
3. Find that the terms and conditions for recovery of carrying costs set forth in Paragraph 2(A) of the Settlement Agreement approved by the Commission in Order No. 2005-288 have been satisfied as of November 2007;
4. Order PEC to set its base fuel component at 3.151 cents per kWh effective for bills rendered on or after the first billing cycle in July 2008 through the last billing cycle of June 2009;
5. Order PEC to set the following “environmental fuel cost component” factors effective for bills rendered on or after the first billing cycle of July 2008 through the last billing cycle of June 2009:
 - a. 0.115 cents per kWh for residential customers
 - b. 0.125 cents per kWh for non-demand general service customers
 - c. 26.0 cents per kW for demand general service customers
6. Order PEC to file an original and ten (10) copies of the Retail Adjustment for Fuel Cost Tariff within ten (10) days of receipt of an Order from this Commission.

PRESIDING	<u>Hamilton</u>				Session:	Special
	MOTION	YES	NO	OTHER	Time of Session	<u>11:00 A.M.</u>
CLYBURN	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Absent	APPROVED	_____
FLEMING	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		APPROVED STC 30 DAYS	_____
HAMILTON	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		ACCEPTED FOR FILING	_____
HOWARD	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		DENIED	_____
MITCHELL	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		AMENDED	_____
MOSELEY	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Absent	TRANSFERRED	_____
WRIGHT	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		SUSPENDED	_____
					CANCELED	_____
					SET FOR HEARING	_____
					ADVISED	_____
					CARRIED OVER	_____
					RECORDED BY	<u>SCHMIEDING</u>

Commissioner Clyburn was attending the NOBEL/Women’s Conference in Des Moines, Iowa

Vice Chairman Moseley was on Annual Leave.